

BOARD BILL NUMBER 69

FISCAL NOTE

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Bill Sponsor Alderwoman Marlene Davis

Bill Synopsis:	This Redevelopment Plan proposes that the City initially authorize and issue one or more Tax Increment Financing Notes ("TIF Notes") in an amount up to \$4,691,000 plus issuance costs to fund a portion of the costs of the total Redevelopment Project.
Type of Impact:	The Notes are a special, limited obligation of the City of St. Louis (the "City") payable solely from and secured as to the payment of principal and interest by a pledge of the Available Revenues (as defined in the Board Bill), which includes revenues received from a Community Improvement District and a Transportation Development District to be created. The taxing power of the City is not pledged to the payment of the Notes and the Notes are not a general obligation of the City nor do they constitute an indebtedness of the City within the meaning of any constitutional, statutory or charter provision, limitation or restriction. The Notes shall terminate on the first to occur of the full payment and discharge of the Notes or the maturity date which shall be 23 years from the date of the effective date of the ordinance approving the Redevelopment Project (as defined in the Board Bill) (whether or not the principal amount or interest has been paid in full).
Agencies Affected:	None

SECTION A

Does this bill authorize:

- An expansion of services which entails additional costs beyond that approved in the current adopted city budget? ☐ Yes ☒ No.

- An undertaking of a new service for which no funding is provided in the current adopted city budget? ___Yes ___X___No.
- A commitment of city funding in the future under certain specified conditions? ___X___Yes ___No.
- An issuance of bonds, notes and lease-purchase agreements which may require additional funding beyond that approved in the current adopted city budget? ___X___Yes ___No.
- An execution or initiation of an activity as a result of federal or state mandates or requirements? ___Yes ___X___No.
- A capital improvement project that increases operating costs over the current adopted city budget? ___Yes ___X___No.
- A capital improvement project that requires funding not approved in the current adopted city budget or that will require funding in future years? ___Yes ___X___No.

If the answer is yes to any of the above questions, then a fiscal note must be attached to the board bill. Complete Section B of the form below.

SECTION B

- Does the bill require the construction of any new physical facilities? ___Yes ___X___No.

- If yes, describe the facilities and provide the estimated cost:

- Is the bill estimated to have a direct fiscal impact on any city department or office? ___X___Yes ___No.

- If yes, explain the impact and the estimated cost:

As discussed above, it is estimated this Board Bill will have a fiscal impact on the City by taking a portion of the incremental growth in Available Revenues created by the Redevelopment Project and using those for payment on the Notes. However, these Available Revenues created by the Redevelopment Project would not exist but for the Redevelopment Project happening. A portion of these incremental new Available Revenues come from revenues that would otherwise go to the: 1) City's General Fund; 2) City's Capital Improvements Fund; 3) City's Transportation Fund; 4) City's Recreation Fund; 5) City's Public Safety Fund. Pursuant to a Cost Benefit Analysis prepared in connection with the adoption of the TIF for the Redevelopment Project,

approximately \$6.45 million in net present value of incremental City revenues will be used to pay the Notes.

- Does the bill create a program or administrative subdivision? _____Yes __X__No.
 - If yes, then is there a similar existing program or administrative subdivision? _____Yes __X__No.
 - If yes, explain the how the proposed programs or administrative subdivisions may overlap:

- Describe the annual operating, equipment, and maintenance costs that would result from the proposed bill, as well as any funding sources:

Pursuant to the terms of the Notes, any the costs associated with the issuance of the Notes incurred by the City, or any of its offices or departments, will be reimbursed to the City through the issuance of the Notes or the allocation of Available Revenues. Complete the chart below to list the total estimated expenditures required of the City resulting from the proposed board bill and any estimated savings or additional revenue.

Financial Estimate of Impact on General Fund			
Fiscal Impact	<u>Year 1 (current)</u>	<u>Year 2</u>	<u>Year 3</u>
Additional Expenditures	NA	NA	NA
Additional Revenue	NA	NA	NA
Net	NA	NA	NA
Financial Estimate of Impact on Special Funds			
Fiscal Impact	<u>Year 1 (current)</u>	<u>Year 2</u>	<u>Year 3</u>
Additional Expenditures	NA	NA	NA
Additional Revenue	NA	NA	NA
Net	NA	NA	NA

- Describe any assumptions used in preparing this fiscal note:

This fiscal note was prepared using the documentation and analysis prepared as part of the Cost Benefit Analysis prepared in connection with the adoption of the TIF for the Redevelopment Project and analysis undertaken by St. Louis Development Corporation.

- List any sources of information (including any City officials, agencies, or departments) used in preparing this fiscal note:
TIF Cost Benefit Analysis and SLDC
- Have the financial estimates of this bill been verified by the City Budget Division?
____Yes __X__No.
 - If yes, by whom? _____ .